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DEFENSE INTELLIGENCE AGENCY  
WASHINGTON, D.C. 20301

5 APR 1985

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DDI- *01943-85*

MEMORANDUM FOR CHAIRMAN, NATIONAL INTELLIGENCE COUNCIL, CIA

SUBJECT: Request for Update of NIE 3-2-84: "World Oil Market Outlook" (C)

1. (C) Thank you for your prompt response to DIA's request for an update of the NIE on the World Oil Market.
2. (S) Although the Terms of Reference (TOR) appear to cover the subject well, they do not fully cover Admiral Watkins' concerns as expressed in his memorandum to the Chairman of the Joint Chiefs of Staff. However, we have identified two recent studies, (a DIA paper on "Oil Supply Vulnerability" and a DoD study on "Wartime Energy") that seem to complement the TOR and together address all of CNO's concerns in great detail. We have forwarded to Admiral Watkins the TOR and the two studies mentioned above. We believe that the SNIE and the two DoD papers, jointly, will respond to his needs.
3. (U) Thank you for your cooperation.

FOR THE DIRECTOR:

WILLIAM E. COOPER, JR.  
Major General, U.S. Army  
Deputy Director for Foreign  
Intelligence

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